D. O. 412. Eu 2.

**Department of Industries and Commerce.**

Bangalore, 30 2 Dec 3 1921.

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My dear Sir Mirza

I thank you very much for the interesting note on the future of the Mints Workshop in Hyderabad you so kindly sent to me. I shall return it after keeping a copy.

I enclose herewith, for your kind perusal, my own note on the subject. You will see that there is considerable similarity in the proposals.

We are both agreed that in order to be a success the workshop should carry out the work of all the Departments, that it should undertake general commercial engineering and manufacturing and serve as a training ground for persons engaged in the handling of the machinery. The other two points are that the workshop having been expanded from time to time without reference to a definite plan it should be allowed to make a fresh commercial start with a reduced capital based on the present valuation and that the complicated financial rules regarding purchases should be modified, the Managing Director being given full authority in the matter of purchases.

I shall be very thankful if you will kindly give your support to the scheme when it comes up. There is a great deal of misapprehension as regards the objects of the workshop. It is true that it has been a failure to a great extent in the past but it can be made a success now if special commercial methods are applied. We need not be afraid of competing with private enterprise. In fact there is none worth the name.

I am also sending herewith a copy of my note to be presented to the Fiscal Commission. I have taken some pains to work out the effects of the proposal in Mysore, and the facilities the State needs. Please refer to pages 14 to 20. I wanted to work out similarly its position in a scheme of Imperial Preference but as I am not in favor of this scheme I have not done so. In my oral evidence I propose elaborating the points further. The views are not intended to commit Government in any way but to draw attention to certain important aspects not ~~trusted~~ touched upon by others.

Yours sincerely
Peligat Souza.

Amin-ul-mulk
Mirza M. Ismail, Esq., B.A.,
Huzur Secretary to His Highness the
Maharaja of Mysore.